

COMMONWEALTH OF KENTUCKY
CABINET FOR HEALTH AND FAMILY SERVICES
DEPARTMENT FOR MEDICAID SERVICES

IN RE: PHARMACY TAC

May 21, 2019
9:30 A.M.
Department for Medicaid Services
Commissioner's Conference Room
275 East Main Street
Frankfort, Kentucky

APPEARANCES

Suzanne Francis
CHAIR

Christopher Betz
Matt Carrico
Paula Miller
TAC MEMBERS

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(Continued)

Carol Steckel
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Judy Theriot
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MEDICAID SERVICES

Carrie Armstrong
PASSPORT

Andrew Rudd
ANTHEM

Brian Staples
Lisa Galloway
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Thea Rogers
WELLCARE

April Cox
AETNA BETTER HEALTH

Shannon Stiglitz
KY. RETAIL FEDERATION

Chris Heldman
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Tom Kaye
K-GROUP

Appearing telephonically:

Joe Vennari
HUMANA-CARESOURCE

AGENDA

1. Call to Order, Welcome & Introductions
2. Approval of Minutes/Report from the March 5, 2019 PTAC meeting
3. Additional Discussion Topics/Reports/Action Items
 - * Roundtable report out on current state of affairs
 - * Department of Medicaid
 - DMS MCO Coverage of Pharmacy-Based Immunizations Chart edits
 - Update on 1115 Waiver and implications
 - * Adjudication message to include FPL for copays for pharmacies and providers
 - Senate Bill 5 data report release update
 - Communication collaboration between DMS and KPhA
 - DMS Pharmacy Department Project Manager
 - * CareSource
 - * Aetna
 - CPESN pilot project update
 - * WellCare
 - * Anthem
 - * Passport
 - * PTAC Committee members
4. Follow-up on previous agenda items
 - * Potential pilot programs to improve outcomes
 - * Improving quality of care by leveraging pharmacists in Kentucky
 - * Update from DMS: focus for improving outcomes
5. New Business/Take-aways
 - * CVS Caremark representatives contact
 - * 90-day supply for medications
6. Reports and recommendations from the PTAC to the MAC
7. Other Business
8. Next Steps
 - * Next MAC meeting - May 23, 2019
 - * Next PTAC meeting - July 23, 2019
9. Adjourn

1 DR. FRANCIS: I will call us to
2 order. We're going to go ahead. We have lots of new
3 members in the room. So, let's take some time for
4 introductions.

5 We have five members of the
6 TAC. We just went through our cycle of renomination
7 by the Kentucky Pharmacists Association. Each year,
8 we have one or two members that cycle off and are up
9 for renomination.

10 Paula was just nominated for
11 her three-year cycle this past month. I will let
12 Matt introduce himself but Matt Carrico is taking Rob
13 Warford's place on the TAC. So, he is our new
14 Pharmacy Technical Advisory Committee member and this
15 is his first meeting. So, thank you, Matt, for
16 serving.

17 (INTRODUCTIONS)

18 COMMISSIONER STECKEL: If I
19 could, Madam Chairman, let me go and introduce the
20 new staff. I'm thrilled that we're finally getting
21 staffed up and hopefully things will be smoother, but
22 Dr. Theriot is our new Medical Director. She is a
23 pediatrician by training and comes to us from the
24 Office of Children with Special Health Needs. So, a
25 lot of really good experience but we are excited

1 about having her on board and she will be reaching
2 out to you all and you should feel comfortable doing
3 the same.

4 Genevieve Brown is our new
5 Chief of Staff and I am thrilled that she is on board
6 also because she will be taking on special projects
7 and various, assorted functions that I've tried to
8 get done but couldn't along with Program Integrity
9 and that will be her primary focus but there will be
10 other things.

11 She has been here for a whole
12 six days. There will be other duties as assigned but
13 she is a resource also for you all. She is an
14 attorney by training and a lot of good provider
15 experience in the legal field.

16 These will be two resources for
17 you all if I'm not available or Jessin or Doug are
18 not available.

19 DR. FRANCIS: Would it be
20 possible to put an email address in the minutes?

21 COMMISSIONER STECKEL: Sure.
22 We'll be glad to put their contact information out
23 there.

24 (INTRODUCTIONS)

25 DR. FRANCIS: Thank you for

1 doing the minutes last month. I sent out the minutes
2 that were sent to us and I had a few edits on them
3 and I sent them out, but do we have any approval with
4 the changes of the minutes? I know that Angela gets
5 them from KPhA and she sent it out, I believe, to
6 everyone at least that was in attendance last time.

7 MS. MILLER: I will move to
8 approve them.

9 DR. BETZ: Second.

10 DR. FRANCIS: So, by Paula and
11 Chris, the minutes from the March 5th meeting are
12 approved with the changes that I gave.

13 So, we will dive right in,
14 then, today. Lots going on I think in the state and
15 I'm thrilled that the Pharmacy Department has
16 additional resources but we always give DMS some time
17 to kind of update us, give us what's going on.

18 I did list some bullets here of
19 topics from last time and additional topics, if you
20 want to hit on those Commissioner. So, we will start
21 with you.

22 COMMISSIONER STECKEL: Thank
23 you. There is a lot going on, and I'm going to skip
24 through and then defer to Doug on some of the other
25 issues.

1 The thing that is taking up
2 almost of my time - I laugh. I told my husband last
3 night, I said this is what my life has become. It's
4 either pharmacy reimbursement or urinalysis drug
5 testing, but complying with SB 5 is really consuming
6 most of our time.

7 I hope that you all feel like
8 we've kept you in the loop. I know we've talked to
9 Shannon a good bit. We're trying to be as open with
10 everybody - the MCOs, the PBM's and the independent
11 pharmacies - about what we're trying to do.

12 The struggle is, do you all
13 know the story of the Gordian knot? There's a thing
14 called a Gordian knot and the more you tug on it, the
15 tighter it gets instead of unknitting and I feel like
16 this is a Gordian knot; that we're struggling with a
17 bill that was poorly written for good, bad and
18 indifferent reasons, a process that we are having to
19 be very sensitive to.

20 If by implementing SB 5, do we
21 make it worse for the independent pharmacies or
22 better? And I will explain some of that and, then,
23 have Doug help me explain some of it and, then, just
24 how do we make sure we're implementing it
25 operationally with the PBM's and the MCOs.

1 So, what we have decided
2 currently - and I've got a meeting with the Secretary
3 tomorrow to try to walk through some other issues -
4 is that we have told the MCOs and the PBM's that they
5 have to go back to April 1st pricing. So, from April
6 1st to May 31st, the April 1st pricing will prevail.

7 Now, on Friday we're supposed
8 to get data from the PBM's that shows by pharmacy the
9 impact of doing that.

10 Now, the reason we've asked for
11 that information is what scares me to death is that
12 we're going to get the data and going back to April
13 1st, it's going to cost pharmacies more than it
14 isn't.

15 We saw some dramatic price
16 decreases; but when you look at the totality of the
17 price changes, that's what we want to see. So, by
18 pharmacy, we will know the adjustments back to April
19 1st, plus or minus.

20 Did I say that right?

21 DR. OYLER: Yes, that's
22 correct. At least some of the concerns were
23 potentially instances where reimbursement may have
24 increased by more than "x" percent or more than 5% or
25 whatever. So, trying to get the net impact of all of

1 that to each individual pharmacy is what we're hoping
2 to see.

3 COMMISSIONER STECKEL: And I
4 should say that this is applicable to the MAC pricing
5 changes.

6 Now, the AWP and the WAC
7 pricing, the manufacturer-controlled pricing we're
8 going to deal in a different way. So, the MAC
9 pricing was the one that seemed to be causing the
10 more significant problems.

11 So, on June 1st, they will go
12 back to April 1st and there should be a
13 reconciliation of dollars back out to the
14 pharmacies at that time or there's a potential that a
15 pharmacy may owe money back to the MCO if their mix
16 of drugs is such that it means the prices have gone
17 up more than they have gone down.

18 DR. FRANCIS: What is the
19 reimbursement supposed to be? What is the standard
20 that you're setting, I guess? How do they determine
21 if they owe?

22 COMMISSIONER STECKEL: Why
23 don't you explain it.

24 DR. OYLER: So, it will go back
25 to what it was on April 1st. So, if reimbursements

1 to the pharmacy had changed by more than 5% from
2 April 1st. So, everything is being reset back to
3 that time to what reimbursement was then. But it's
4 possible that reimbursement to a pharmacy may have
5 increased compared to April 1st pricing for a given
6 drug or given a mix of drugs that that pharmacy
7 dispenses but the net reimbursement may have actually
8 increased to one specific pharmacy but decreased to
9 the majority of pharmacies.

10 So, there could be some kind of
11 unintended impact on the number of pharmacies where
12 net reimbursement could have actually increased. Am
13 I making sense?

14 DR. FRANCIS: Yes. So, we want
15 the total reimbursement, despite what formula of
16 drugs that they're dispensing, to be 5%.

17 COMMISSIONER STECKEL: So,
18 we're going drug by drug--so, let me step back and
19 give you kind of here's the problems that we're
20 dealing with.

21 One, there was a guidance that
22 was issued by DMS in June of 2018 that was incorrect.
23 It clearly was not in compliance with the law but it
24 was the guidance given by DMS and the MCOs and PBM's
25 acted upon that guidance, as they should have.

1 So, we've had to rescind that
2 guidance and issue new guidance. So, what we're
3 having to do is deal with a period of time between
4 April and June that we're trying to fix a problem
5 that we, DMS, created. And, then, after June, it
6 will be the policy of looking at 5% and up or down.

7 Now, the problem we, DMS, have
8 and what we're struggling with is we've retained
9 Myers & Stauffer to create a process for us to do
10 this electronically so that it's easier and more
11 administratively simplified, but they're not going to
12 have that system up until December 1st.

13 So, what we're struggling with
14 is how do we deal with the potential of hundreds of
15 changed drugs every day and approving that. So,
16 that's what we're struggling with.

17 And I know everyone is
18 frustrated. We're just as frustrated but we are
19 trying.

20 DR. FRANCIS: It sounds like
21 you've made progress.

22 COMMISSIONER STECKEL: Yes, I
23 think we have. I think we have.

24 So, the issues that we're
25 fearful about - and this is in just full disclosure -

1 is that when we get that data on Friday, there are
2 more pharmacies that are going to have to pay back
3 money than think that they're going to get money.

4 So, we're going to evaluate
5 that data. We will be coordinating with our pharmacy
6 associations and with the MCOs and the PBM's. It
7 very well could be that we all have to have an
8 emergency meeting and figure out what the heck we're
9 going to do.

10 MR. GRAY: And, Carol, there's
11 no floor or ceiling relative to how that all works
12 out, right?

13 COMMISSIONER STECKEL: Correct,
14 exactly. Good point.

15 DR. FRANCIS: And at the last
16 PTAC meeting, we talked about potentially getting
17 together a quorum of pharmacists that you would speak
18 to - it might have been the last one or the one
19 before that. Were you able to do that? Did KPhA
20 help get together some pharmacists and maybe
21 reconvene that, depending on the results of this in
22 June?

23 COMMISSIONER STECKEL: I know
24 we've reached out to Shannon. Today what I'm trying
25 to do is to send out what we're looking to do to KPhA

1 and we've talked to a couple of pharmacists to see,
2 does this sound reasonable? Does it not sound
3 reasonable? So, we can certainly do that.

4 And, then, after we get the
5 data on Friday, if it goes the way we would like it
6 to go, and that's checks are going from the
7 PBM's/MCOs to the independent pharmacists, then,
8 we'll just stay with that policy.

9 If there are either significant
10 anomalies or it's what we're afraid of, then, we
11 would have to regroup and we would bring in folks,
12 absolutely.

13 DR. FRANCIS: So, we will be
14 able to tell after June 1st.

15 MS. STIGLITZ: I just want to
16 make sure I have this clarified in my mind. The
17 problem started, going back to my beginning because
18 my simple brain has to think this way, the problem
19 started April 16.

20 The guidance was rescinded I
21 think around May 8th and it said effective
22 immediately, there is new guidance that says "x".

23 It is my understanding that
24 from the period that the cuts started in
25 reimbursement to that date when the new guidance was

1 issued that pharmacies will not receive retroactive
2 reimbursement for that time period.

3 COMMISSIONER STECKEL: I
4 thought we were going back to April 1st.

5 DR. OYLER: Yes. So, that
6 would be retroactive. We would go back to April 1st
7 with the correction for the necessary change in
8 reimbursement, up or down, to the pharmacies from
9 April 1st through May 31st.

10 COMMISSIONER STECKEL: And we
11 have been clear to the MCO/PBM's that they have to do
12 the re-filing of everything, that they're not to put
13 it on the pharmacies.

14 MS. STIGLITZ: They will
15 automatically reverse. No additional fees for
16 reversing and rebilling to the pharmacy.

17 COMMISSIONER STECKEL: No.

18 MS. STIGLITZ: And, so, from
19 the date the new guidance was issued to June 1st,
20 they will actually get reimbursement back from June 1
21 to April 1. That's sort of your time frame.

22 DR. OYLER: That's correct.

23 MS. STIGLITZ: Okay. I just
24 wanted to clarify that.

25 COMMISSIONER STECKEL: It's

1 very helpful because this is very confusing. And I
2 have been doing the same thing every time we get
3 together.

4 So, here is the other
5 confounding factor, as if we needed another one.
6 GER, we all have been worried about what happens. We
7 have gotten WellCare's data because they're a pass-
8 thru pharmacy. So, that was like the canary in the
9 coal mine, but we know that this is going to hit four
10 times stronger when the GER's are done.

11 So, one of the things that we
12 are talking - I think we're talking - if not, we will
13 be talking to the MCOs about - is taking this
14 calculation out of any GER calculation so that if
15 you've made an adjustment in that April through June
16 1st period, that that cannot be calculated in a GER
17 adjustment because, then, what we don't want to have
18 happen is that at the end of the quarter or the year
19 when GER adjustments are done, then, all of a sudden,
20 you may have gotten a check to reconcile and now
21 we're going to take back three times that amount
22 because of the GER.

23 Anything else you want to add
24 on that?

25 DR. OYLER: I don't think so.

1 COMMISSIONER STECKEL: So,
2 we're struggling with that and what do we have the
3 authority to do? How can we make sure that we're
4 addressing the GER's in this because we knew from the
5 beginning that that was going to be a tsunami unlike
6 one we're now experiencing which is the WellCare
7 data.

8 So, any other confounding point
9 I'm leaving off?

10 DR. OYLER: Nothing that comes
11 to mind immediately, no.

12 DR. FRANCIS: So, this does
13 include all of the PBM's and WellCare?

14 COMMISSIONER STECKEL: Correct.
15 WellCare has a PBM. It's just their contract is
16 different. So, that's why we knew the changes in the
17 rates quicker with them than the others.

18 I wish it were a whole lot
19 easier for all of us, but we recognize the impact on
20 the pharmacies. We recognize our responsibility on
21 implementing SB 5.

22 And what we're having to do in
23 a lot of cases is say this is the statute. It is not
24 the easiest. It may not make the most administrative
25 sense but it's what the statute says. So, we're

1 going through all of these steps trying to comply
2 with SB 5.

3 Now, the second stage that we
4 would like to ask the TAC and the associations to
5 help us with is, as we get this settled and we know
6 what we're going to do, what the impact is in real
7 dollars, we would like to revise the statute so that
8 we can make it a better, more efficient statute.

9 And we understand what everyone
10 wants us to do and that's not let the PBM's up or
11 down, but what we've created is an environment where
12 they can literally go up every single day 5% and
13 there's nothing we can do.

14 So, we need to start thinking
15 about would it be better to look at aggregate?
16 Would it be better to look at a period of time? We
17 don't know the answer to that question but we'd like
18 to work with you all and come forward with a proposal
19 to amend the statute so that we're actually
20 accomplishing what you all are trying to accomplish.
21 Does that make sense?

22 DR. FRANCIS: Yes.

23 COMMISSIONER STECKEL: And we
24 have warned - and any of the MCOs in the room, I
25 would suggest you take this to heart - we have warned

1 the MCOs and the PBM's that we are going to be
2 tracking in the aggregate. So, if we start to see
3 that 5%, 5%, I don't know what we can do but it will
4 be something.

5 MS. STIGLITZ: Well, you can
6 set the rate, too. I mean, that is very clearly in
7 the statute. And while I agree that the other
8 language is not written in the best manner and can
9 lead to confusion, there is always the--I mean,
10 setting the rate is pretty clear and straightforward
11 within the statute.

12 COMMISSIONER STECKEL:
13 Absolutely. I just don't like price things but that
14 may be what we have to do. And, of course, I have
15 already had legislators talk to me about carving out
16 pharmacy. I've also made it clear that DMS is tired
17 of fighting that battle, so, we aren't anymore.

18 Our preference is that services
19 be carved into managed care, but I'm not taking that
20 battle on again. We're running data and we're
21 running numbers on the cost benefit analysis of it
22 being done either way.

23 MR. KAYE: Obviously you've got
24 a can of worms, to say the least. If pharmacies
25 don't get adequately paid, then, they're going to

1 remove themselves from the networks which will then
2 put the MCOs in jeopardy based on adequacy of
3 network.

4 It's going to be up to the MCOs
5 to satisfy their retail pharmacy outlets, but your
6 comments on trying to calculate the prices, that is a
7 heroic experience, to say the least.

8 COMMISSIONER STECKEL: Thank
9 you.

10 MR. KAYE: The data comes out
11 from First Databank or some other data-reporting
12 institutes on a daily basis. It usually comes to the
13 retail pharmacy and they automatically upload to the
14 pharmacy software. I'm not sure the State has the
15 adequacy or the resources to even broach that.

16 COMMISSIONER STECKEL: Well,
17 and you reminded me of another component of this and
18 I need to do my talking points so that I'm hitting
19 every subject.

20 On the AWP, the reference
21 pricing, AWP and WAC that we don't have any control
22 over, the PBM's don't have any control over, what
23 we're going to do is we know that the PBM's have a
24 contract either with your PSAO's or--what we found
25 out a couple of days ago is that apparently the PBM's

1 have a contract with your PSAO's and the independent
2 pharmacies, the individual pharmacies, and in that
3 contract, it says we will pay AWP minus eighty-seven
4 or WAC minus ten, whatever it is.

5 If they change that contracted
6 amount plus or minus 5%, they have to get our
7 approval. So, even on the reference pricing things
8 if they change that, but what we won't be looking at
9 on the reference pricing is the movement of the AWP
10 and the WAC for that exact reason.

11 MR. KAYE: So, are you going to
12 be looking at the combined prices of certain drug
13 categories, say, the anti-inflammatories versus the
14 anti-infectives or are you going to be looking at 5%
15 on individual products by NDC number? That's very
16 different.

17 COMMISSIONER STECKEL: Now, on
18 the MAC pricing, we will be looking at individual
19 products. On the AWP and WAC pricing, the
20 referencing pricing, we will be looking at that
21 contract between the PBM and the pharmacy. And if it
22 goes up plus or minus 5%, then, that would trigger SB
23 5. I'm glad you raised that because I had forgotten
24 to point it out.

25 MR. KAYE: I've had experience

1 in this. Give me a call anytime and I can give you
2 my opinion.

3 COMMISSIONER STECKEL:

4 Absolutely. Thank you. We will take you up on that.

5 MS. STIGLITZ: So, one of the
6 things, I think, of what we think is happening - and
7 part of this is conjecture, part of this is there's
8 evidence - is that because the guidance was
9 aggregate, so, what happened was they took high-
10 volume drugs that were being dispensed and
11 dramatically dropped the reimbursement on those but
12 increased reimbursement on drugs that were dispensed
13 infrequently.

14 The other thing is that there
15 is a - and I don't know what Concerta does - but
16 Concerta is always the drug everybody points to as
17 problematic, but there are drugs that don't have a
18 MAC price established is my understanding.

19 And, so, therefore, it's WAC or
20 something, but that gets calculated into the mix of
21 the GER which complicates that calculation because
22 it's based on AWP minus ABP and some things like
23 that.

24 So, I think this has to do with
25 the authorized generics, whatever Concerta is.

1 Concerta has been the drug that everybody points to
2 since Senate Bill 117 and I don't know why.

3 COMMISSIONER STECKEL: What
4 does Concerta do?

5 DR. FRANCIS: It treats ADHD.

6 DR. CARRICO: It's because
7 there's two generics, an AB-rated and a non-AB-rated.

8 MS. MILLER: Right, and we have
9 to comply and to choose the right one, but, then, the
10 pricing is attached to the one we can't use.

11 MS. STIGLITZ: Which
12 technically is a violation of Senate Bill 117 because
13 Senate Bill 117 clearly says when you develop a MAC
14 price for a drug, and arguably this would be WAC--
15 MAC in the statute is defined as how you reimburse
16 for a generic drug.

17 What it says is when you
18 develop that, you have to essentially MAC an A to an
19 A or an A to an AB and, then, a B to a B, a C to a C
20 and so on and so forth. That's part of Senate Bill
21 117 that's really never been enforced kind of, but
22 we've always been in discussions with DOI about how
23 to potentially enforce that, but that is clearly what
24 the back of Senate Bill 117 says. And we had long
25 discussions with PCMA about that language and how to

1 word it properly because there were concerns about
2 over-the-counter drugs and how you account for them
3 and the orange book and all those pieces.

4 DR. FRANCIS: And another thing
5 on Concerta is many providers have preferences to one
6 of those two generics for clinical purposes. So,
7 that puts the pharmacies in a tight spot, too.

8 COMMISSIONER STECKEL: Well,
9 the other good news in addition to the two new
10 staffers we announced today, Jessin and Doug on
11 board. So, we're fully staffed up in our Pharmacy
12 and they both are doing an extraordinary job.

13 One of the things I think we're
14 going to have to do in this area more than any other
15 area is just kind of go through the existing statutes
16 and make sure what we're doing is right and in
17 compliance or if not.

18 DR. OYLER: I may reach out
19 separately to get a little more information once I've
20 had some time to kind of process and think through
21 it. I think I understand what you're saying, that
22 there's different products rated differently and what
23 can and can't be tied to a specific price but at the
24 same time----

25 COMMISSIONER STECKEL: So, it's

1 SB 117?

2 MS. STIGLITZ: Yes. It passed
3 in 2016. It's KRS 304.17A and I can't remember the
4 most important part of it, of course, but, yes.

5 COMMISSIONER STECKEL: This
6 will help us. Unfortunately, we're dealing with -
7 and I'm just going to be blunt - but a silo mentality
8 where everything was in one person. That person is
9 not here. And it's when you all bring things to our
10 attention or when we happen to do some file research
11 and find, oh, my gosh, here is an email.

12 So, bear with us, but keep
13 bringing these things to our attention. Now that
14 we're fully staffed and have the resources, we will
15 be able to then go back through and make sure that
16 we're doing things right.

17 MS. STIGLITZ: I think it's
18 been wonderful working with you and hope we can keep
19 it up. Again, like you always say, we don't always
20 have to agree, but as long as we communicate, that's
21 the important thing.

22 COMMISSIONER STECKEL: Well,
23 the nice thing about the relationship that I have
24 found over the past month is I thought I knew a lot
25 about pharmacy and I'm still learning and that's the

1 same with Medicaid. I think I know a lot about
2 Medicaid and I still learn, but it is so very helpful
3 to have the on-the-ground, in-the-pharmacy experience
4 to help us go through how do we make these decisions
5 and know even the fact of the GER and that we've got
6 to worry about that or this offset reconciliation
7 could be just as harmful as beneficial. So, before
8 we rush into something, let's look at the data, but
9 I'm very, very grateful.

10 Keep in mind - and this goes to
11 your negotiations with the MCOs - in Kentucky, one of
12 the surprising data points that we found in our
13 report is over half of the prescriptions are written
14 by independent pharmacists.

15 DR. FRANCIS: Filled by.

16 COMMISSIONER STECKEL: Filled.
17 I'm sorry. Filled. Yes, filled. Thank you. And I
18 hope that you all have read the RFP that's on the
19 street and that you feel that we were very responsive
20 to some of your input and have addressed some of your
21 issues in that.

22 DR. FRANCIS: I am. Before we
23 move on from Senate Bill 5, I just wanted to, first
24 of all, thank you. I reiterate what Shannon says.
25 It has been very helpful to just understand some of

1 the details that are going through and be able to
2 discuss front line what we're encountering with
3 patients and bring it back.

4 I just wanted to ask the
5 members of the TAC if you have any questions,
6 comments, concerns to further bring to light for the
7 Commissioner and her team?

8 MR. KAYE: My only question is
9 does SB 5 affect the medically administered pharmacy
10 also? So, in some cases, the same drug can be
11 dispensed retail-wise versus administered by a
12 professional.

13 MS. STIGLITZ: I think it just
14 references outpatient pharmacy.

15 DR. OYLER: I believe so. It's
16 just outpatient or drugs dispensed from a pharmacy.

17 DR. FRANCIS: Anything else?

18 COMMISSIONER STECKEL: Okay.
19 So, that is consuming all of our time. I know Jessin
20 and Doug have been reaching out to pharmacies as
21 we've gotten emails. So, we're trying to be as open,
22 but as you all have just heard how complicated and
23 how careful we're trying to be, knowing we have a
24 statute that we have to implement.

25 The update on the 1115

1 Waiver----

2 DR. FRANCIS: And that bullet
3 point should go below the 1115 about the copays.
4 Sorry. That was my fault on making the agenda, about
5 the adjudication message for copays in case anyone is
6 confused. That deals with the 1115.

7 COMMISSIONER STECKEL: Oh, I
8 got it now. As you all know, the waiver is tied up
9 in the court system. It is going through the appeals
10 process now and will more than likely, depending on
11 who wins, be appealed directly to the Supreme Court.
12 We're not anticipating any changes, activities,
13 implementation activities until July of 2020.

14 We actually are entering -
15 someone told me this yesterday and it just felt so
16 calming. Was it you, David, that said--why don't you
17 tell us, then.

18 MR. GRAY: I just think we've
19 got what I would say kind of stable or constant
20 environment that's going to exist between now and
21 really July 1 of 2020. And you may take issue with
22 what that environment is but there isn't going to be
23 a lot of--I mean, the things that are known we know
24 right now with regard to what those issues are.

25 What we just spent the last

1 twenty minutes talking about are those things. So,
2 we've got copays in place. The MCO contracts are out
3 for bid which would go into effect July of 2020. The
4 earliest Kentucky HEALTH would be implemented would
5 be July of 2020.

6 So, it's a great opportunity to
7 really do a lot of fine tuning of issues for
8 providers and for the State.

9 COMMISSIONER STECKEL: Thank
10 you. I guess with everything going on, it's like,
11 wow. Now maybe we can look at some of the
12 maintenance and operation issues that we need to
13 improve, but that's the update on the 1115 Waiver.

14 DR. FRANCIS: The Kentucky
15 Pharmacists Association sent out an interim
16 legislative update that also included the copay
17 regulations for \$1 for generic and \$4 for brand-name
18 drugs.

19 And it was supposed to also
20 include what we were speaking of last time, if the
21 pharmacy needs to collect the copay or it's their
22 decision that they don't have to, according to the
23 Federal Poverty Limit.

24 I don't know if you can give
25 feedback, if that's working, when it is implemented

1 which I think is----

2 COMMISSIONER STECKEL: January

3 1st.

4 DR. FRANCIS: It is January 1.

5 I'm not in a pharmacy to see that.

6 MS. MILLER: Are you asking if

7 we've seen the copay?

8 DR. FRANCIS: Yes and any

9 knowledge of the patient notice.

10 COMMISSIONER STECKEL: I think

11 one of the things that we had to do, too, is change

12 our system to show the pharmacist----

13 DR. OYLER: I think that is

14 correct.

15 COMMISSIONER STECKEL: The FPL

16 level, that that wasn't and we have made that change.

17 DR. CARRICO: I know I've seen

18 it on some. I know I've had a number of patients

19 whose copays have changed two or three times this

20 year already. Like one month it's zero. The next

21 month it's \$1 for each prescription and I'm trying to

22 explain to them this is just what's coming back to

23 me. I'm not behind it.

24 DR. COX: There's a quarterly

25 maximum out-of-pocket; and if they hit that maximum

1 before the quarter ends, then, their copays go down
2 to zero. And, then, when the new quarter starts,
3 their copays kick back in.

4 DR. CARRICO: All right. That
5 would be easier to explain because I think they think
6 I'm creating copays or something.

7 COMMISSIONER STECKEL: It's 4%
8 of their household income. So, once they hit that,
9 then, exactly, the copay goes down to zero and, then,
10 the new quarter it would go back up.

11 MS. MILLER: Do all the MCOs
12 have that same rule?

13 MS. ROGERS: Yes. We get an
14 indicator from the State telling us to charge a copay
15 or to not charge a copay. And, then, the formulary
16 status of the drug kicks in, whether it's a dollar or
17 whether it's four.

18 DR. FRANCIS: I think that
19 would be something great for KPhA to put an email
20 blast out to pharmacists about just so they can
21 describe that to patients and maybe give some rhyme
22 or reason as to the copay.

23 COMMISSIONER STECKEL: Why
24 don't you get someone to do just a very brief
25 paragraph on this.

1 DR. OYLER: Sure.

2 COMMISSIONER STECKEL: And,
3 then, we'll send it to--Suzanne, do you want us to
4 send it to you or to KPhA directly?

5 DR. FRANCIS: Why don't you
6 send it to myself and to Mark Glasper.

7 MR. GRAY: I don't know if
8 you're accessing the MCO site or if you're going to
9 KYHEALTH.Net. If you're going to KYHEALTH.Net, and,
10 again, as Stephanie Bates always says, that
11 ultimately is the source of truth with regard to the
12 accuracy of information.

13 There's a tremendous amount of
14 activity going on to do enhancements to those screens
15 in KYHEALTH to try to get the copay information
16 together. I think spelling out the fact that the
17 acronym means Federal Poverty Level - not everybody
18 knows what that means.

19 And, so, there are changes
20 going into effect at the end of this month and
21 additional changes going in by the end of June.

22 So, we really ask this body, as
23 you get into July, when you're in KYHEALTH.Net, if
24 you see things that don't look better, please let me
25 know, and I'm at davidl.gray.

1 MS. MILLER: On the
2 KYHEALTH.Net, are we able to get ID numbers for the
3 individual MCOs because what happens at our level all
4 the time is somebody comes in and they have no idea
5 what insurance they're on.

6 So, I can get on there and I
7 can say, oh, they're with Aetna, but, then, I wish I
8 just had a way to click and get that number and then
9 I would be good to go.

10 MR. GRAY: Well, let's talk
11 after this meeting a little bit more about it.

12 DR. FRANCIS: And let's include
13 that resource in that paragraph and hopefully we can
14 help share that information with pharmacists.

15 MS. STIGLITZ: It was my
16 understanding that pharmacists, as far as when the
17 provider directions came out on the copays, there was
18 you had to log into the KYHEALTH - this was when Dr.
19 Liu was here.

20 Back in January, he and I were
21 working to figure out if the copay process was
22 working because there were complaints coming in from
23 folks who were obviously exempt from the copay but
24 the point-of-sale system at the pharmacy was telling
25 them to collect it.

1 The access to KYHEALTH.Net for
2 pharmacists wasn't the same as other providers. And,
3 so, the goal was to make sure all that information
4 about whether or not charging a copay was in the
5 point-of-sale, and something what Thea is saying is
6 it is. And, so, I just want to make sure that that
7 is the process we're following.

8 In addition, there's state
9 budget language that allows a pharmacist - and it's
10 been there for a number of years - to dispense an
11 emergency supply of a medication if a patient cannot
12 pay the copay at that point in time but they would
13 only get one dispensing fee when they follow up the
14 full fill when the patient comes back, and that's
15 been some confusion amongst pharmacists and Medicaid
16 but I think we got that all cleared up. I hope so.

17 DR. COX: There was an
18 information sheet that Jessin sent out that clarified
19 what you're talking about. That way, everybody was
20 sending out the same thing instead of all the MCOs
21 sending out our own interpretation, I guess, for lack
22 of a better word.

23 So, he provided us with direct
24 language on how to apply the emergency supply, about
25 the FPL and we sent it out, at least from Aetna, as a

1 fax blast which also included the messaging that
2 would be at point-of-sale to let pharmacists know
3 about the FPL.

4 DR. OYLER: So, I'll circle
5 with Jessin, get everything from that information
6 sheet, take information we've talked about now and
7 set in into a paragraph that can be sent out.

8 DR. FRANCIS: Thank you.

9 COMMISSIONER STECKEL:
10 Pharmacy-based immunization chart edits.

11 DR. OYLER: Jessin has been the
12 point of contact for that actually for both of those
13 two things. I don't personally have an update.
14 That's mostly been Jessin. I don't know if you guys
15 have been working with him or not.

16 DR. FRANCIS: So, Jessin did
17 send me an email that he was still in process working
18 through some of my questions. He said, yes, I was
19 correct on one of the points.

20 And, so, I think we just need
21 to finish up following up on that because that would
22 be a nice thing to also submit to the pharmacists
23 across the state.

24 MS. WILLIAMS: Suzi, did he
25 send you the charts and ask you about looking at them

1 to see?

2 DR. FRANCIS: When? Recently?

3 MS. WILLIAMS: Yes.

4 DR. FRANCIS: No.

5 MS. WILLIAMS: Okay. Let me

6 touch base with him.

7 DR. FRANCIS: Okay. No, I

8 haven't seen the charts since you sent them several

9 months ago and I sent back some questions.

10 MS. WILLIAMS: Because I think

11 he wanted your feedback on some of the charts but I

12 will touch base with him. He will be back tomorrow.

13 DR. FRANCIS: Okay. Perfect.

14 We'll do that.

15 COMMISSIONER STECKEL: Okay.

16 Communication collaboration between DMS and KPhA. I

17 don't know what this is.

18 DR. FRANCIS: President Chris

19 Palutis was here last month from KPhA and he had

20 suggested maybe we could, what we were just doing,

21 put together a paragraph and blast that out on some

22 things that would help our pharmacists understand

23 what's going on and the work that's being done

24 instead of the grumbling about some things, just

25 understand all the effort that is being put in but

1 just to help to provide that communication platform
2 from the KPhA resources that they have.

3 So, maybe put together some
4 type of communication plan for updates, even all of
5 the work that you're doing on Senate Bill 5. That's
6 helpful for our pharmacists to understand. I mean,
7 that's a lot of detail but just a basic this is
8 what's going on. This is why you're seeing
9 differences in reimbursement and that kind of thing.

10 DR. OYLER: So, even perhaps
11 building something in with--I mean, I imagine you
12 guys have a newsletter or a List Serve or something
13 that goes out on a regular basis.

14 So, even having a section of
15 notes from DMS on those kinds of things that we send
16 in, and this could fit in there some description,
17 probably not immediately, but once we get a little
18 more information around Senate Bill 5 and some of
19 that, could fit into this kind of thing and the
20 vaccine stuff with that as well. I think that would
21 be reasonable.

22 DR. FRANCIS: Yes. Even right
23 now, it's hold tight. I know there are lots of
24 differences in reimbursements. We're working
25 collecting some data for after June 1st to be able to

1 understand all of that.

2 COMMISSIONER STECKEL: So,
3 Mark is the Executive Director?

4 DR. FRANCIS: Mark is the
5 Executive Director. Sarah Franklin kind of handles a
6 lot of the media.

7 COMMISSIONER STECKEL: So, why
8 don't you all just get with Mark and Sarah and
9 develop a plan of action. I think a newsletter type
10 add-on is great and, then, they can help guide on
11 what important subjects for each month or however
12 often it goes out.

13 DR. OYLER: Sure.

14 COMMISSIONER STECKEL:
15 Excellent. Okay. And, then, DMS Pharmacy Department
16 Project Management?

17 DR. FRANCIS: You had just
18 mentioned last time that you were getting a Project
19 Manager on staff. So, I assume that is----

20 COMMISSIONER STECKEL: No.
21 Actually, he's not here but he's on board. I can't
22 say it with a straight face that we're fully staffed
23 because you could always use more staff, but we're
24 about as fully staffed as we'll ever get, and it
25 includes a Project Manager, our existing team.

1 Anybody else new in Pharmacy? Doug and Jessin.

2 MS. WILLIAMS: We've added a
3 BA, Business Analyst.

4 COMMISSIONER STECKEL: So, I
5 feel very comfortable with the leadership of Jessin
6 and Doug and the extraordinary staff, Leeta, that was
7 already there and others and, then, the couple of new
8 people we've gotten on board that we're in a good
9 place.

10 DR. FRANCIS: That's wonderful.
11 Thank you for clarifying that. Does the TAC have any
12 other questions for DMS before we move on to the
13 MCOs?

14 So, Joe, if he's still on the
15 phone, or who will provide any updates, if you have
16 any, from CareSource? We give you a chance to speak.
17 You don't have to speak.

18 MR. STAPLES: I'll defer to
19 Joe.

20 MR. VENNARI: Well, I really
21 don't have any updates to make other than we're
22 working through SB 5, and the release of the new RFP,
23 we're beginning to work through that. That's really
24 consuming most of our time right now.

25 DR. FRANCIS: Joe, I was going

1 to ask you the status of your RFP.

2 COMMISSIONER STECKEL: You're
3 asking him about CareSource's?

4 MR. VENNARI: Humana-
5 CareSource. We are looking to go live with that with
6 RxInnovations which is our internal kind of PBM and
7 we're using PSI as kind of the processor but
8 essentially that will go into effect on 1/1.

9 DR. FRANCIS: Okay. Thank you.

10 MR. VENNARI: And that's
11 actually one of the meetings I'm going to today.
12 That's where I'm headed.

13 DR. FRANCIS: All right.
14 Aetna. April.

15 DR. COX: I see we have CPESN
16 pilot project update on the agenda. So, I just have
17 a few numbers to share.

18 We still are just focused on
19 the six pharmacies that we are contracted with as of
20 1/1. We are looking to expand. We're exploring some
21 pharmacies across the state. No decision has been
22 made yet on which pharmacies we will work with to add
23 to the network but we are looking to expand before
24 the end of the year.

25 But between the six pharmacies

1 that we have worked with in Bowling Green, we've
2 opened or had ninety-four case referrals for members.
3 We've already closed fifty-two of those. We've had
4 twenty-four case conferences.

5 And, so, these conferences can
6 be between the plan and the member based on a
7 referral that CPESN sends to us after they've
8 identified whatever issues they can handle on the
9 pharmacy end. They will make a referral to our case
10 managers for case management issues that the plan can
11 address.

12 So, so far, it has proven to be
13 pretty successful.

14 DR. FRANCIS: Because of all
15 the new faces in the room, could you just explain the
16 pilot project because I think it's great and I love
17 that it's using pharmacists to help improve patient
18 outcomes.

19 DR. COX: Sure. So, CPESN is
20 Community Pharmacy Expanded Services Network. And,
21 so, basically, it's an organization and they have
22 independent pharmacies throughout the State of
23 Kentucky that they partner with. So, CPESN is kind
24 of, I guess, the middle person.

25 What we get to do, we get to

1 partner with them. We get to select specific
2 pharmacies in the state. So, we chose to focus on
3 one region initially for the pilot program which was
4 in Western Kentucky, specifically in the Bowling
5 Green area. So, we have pharmacies in Bowling Green,
6 Beaver Dam, in the Western Kentucky area that we are
7 initially working with. So, there are six of them.

8 And what we're doing, we are
9 actually identifying - initially, it started off with
10 just the plan identifying members that we thought
11 would be good candidates for outreach. So, we
12 started off very small.

13 We sent each pharmacy a list of
14 five to six members just to initially get started and
15 basically we identified the members through
16 polypharmacy, so, through claims from point-of-sale
17 and we sent those members to the pharmacies.

18 And what they do, they contact
19 the members for outreach. They can catch them in the
20 store when they're picking up scripts or they can
21 contact them via phone. Some of them make house
22 calls. So, they're on the front line. They know
23 these people personally and they can get some
24 information that sometimes from a case management
25 perspective, it's a little bit harder to engage

1 because sometimes that face-to-face interaction, not
2 sometimes, all the time, it's important.

3 And with the community
4 pharmacists, they're building relationships with the
5 patients every day. They may not be coming in just
6 to get scripts. They're coming in to get some
7 household items and come to the pharmacy counter and
8 shoot the breeze. So, we recognize that as a way to
9 increase our contact with our members to obviously
10 improve their care.

11 So, they're identifying issues
12 of social determinants of health that need to be
13 addressed. We're doing care packages for the
14 members, but initially it all starts from
15 polypharmacy. So, the pharmacist will do an
16 assessment of the member, review their medications.

17 DR. FRANCIS: Like a
18 comprehensive med review.

19 DR. COX: Yes, basically.

20 DR. FRANCIS: And, then, are
21 there any targeted interventions that the plan puts
22 out like the social determinants?

23 DR. COX: So, just anything
24 that they identify for social determinants, we need
25 to be made aware of so that we can figure out an

1 avenue to get that member help to address that area
2 or that issue.

3 From a medication perspective,
4 they will do the full writeup of their medication
5 history, compliance, gaps in care, if they are
6 possibly being over-prescribed - they will identify
7 any of those areas - if they're lacking
8 immunizations, things that pharmacists do on a day-
9 to-day basis but they're providing us a writeup of it
10 with a care plan.

11 So, they identify the issues.
12 They give us a care plan and go goals and, then, they
13 are tracking those goals, if the member, were they
14 able to contact the provider and get a medication
15 switched or add a medication or contact the
16 prescriber and say, hey, they're on for whatever
17 reason an ACE and an (inaudible) - probably shouldn't
18 be on both of those.

19 DR. FRANCIS: Does the primary
20 care doc or the provider also get a copy of that care
21 plan so they don't feel like they're siloed?

22 DR. COX: So, it's up to the
23 pharmacist how they reach out, and we're dealing with
24 some of the more rural areas in Kentucky. So, a lot
25 of the pharmacists know the physicians personally.

1 So, they can send a fax. They can call and share the
2 information with the provider of what they're seeing
3 and make a recommendation for the provider but the
4 care plan is funneled through CPESN and then they
5 send them to the plan.

6 And, then, we have one
7 dedicated case manager currently who reviews all of
8 them, and if we expand, obviously we're going to have
9 to add an additional two or three case managers to be
10 able to handle the workload.

11 So, that's a quick synopsis.

12 DR. FRANCIS: What outcomes are
13 you studying?

14 DR. COX: So, we're looking at
15 whatever issues the pharmacies are identifying. So,
16 we have medication-related ones. We're kind of
17 putting these in buckets. And, again, this is a
18 pilot, so, we're kind of doing this as we go.

19 We're just now starting to pull
20 in data. As I said, the numbers I have were from May
21 15th and this is the first time because we were
22 trying to wait until the first quarter ended, so,
23 we're just now pulling in the data.

24 We're building in new buckets
25 into our case management system to be able to track

1 all of this so that we will have some tangible data
2 to share. It's just in the process.

3 We're looking at care gaps.
4 We're going to be looking at their cost of care, ER
5 utilization, things of that magnitude.

6 DR. FRANCIS: Okay. Great
7 work. I know Paula is going to give us an update on
8 CPESN at the Kentucky Pharmacists Association meeting
9 in June because she has been very involved with it.

10 DR. COX: And I know you and I
11 have been in contact with the smoking cessation. I
12 haven't reached back out because I still don't have
13 an answer.

14 MS. MILLER: I am still working
15 through it. It's definitely a different model than
16 we're used to working through. So, it's all a
17 building process. So, I loved everything you said
18 about how you're building on your side and the
19 pharmacies need to build on their side, too, and as
20 well as the physicians.

21 DR. FRANCIS: That's right,
22 because Chris and I can then take it to the
23 physicians that we work with and say this is what
24 could be done at local pharmacies leveraging our
25 community pharmacies to help improve care, catching

1 that patient where they're at.

2 So, great work, but this is
3 what I have been talking about for the past year or
4 so is how can we use our pharmacists to improve
5 outcomes. We have to allow pharmacists to have time,
6 so, we have to have staff which is why reimbursement
7 is so important. We have to be able to pay for our
8 pharmacists.

9 I commend Aetna for taking the
10 chance and doing a pilot, and however we can help as
11 a network of pharmacists, I would be glad to do that.

12 DR. COX: And we are looking
13 specifically at a couple of different areas for gaps
14 in care that we're doing internally for outreach or
15 getting ready to, and we are considering bringing
16 that to CPESN because it ties in with the care plans,
17 but we want to look specifically like the diabetes
18 and statin utilization and some cardiovascular areas,
19 possibly osteoporosis.

20 So, there are some ideas that
21 we have that we haven't implemented yet because we're
22 still kind of just getting our feet wet, but I think
23 in the next several months, this time next year, I
24 think we're going to have tremendous growth in the
25 program and I'm really, really excited about it.

1 DR. FRANCIS: Well, let us know
2 when you're ready to come to Northern Kentucky.

3 DR. THERIOT: Looping the
4 physician in with those care plans would be so
5 important. A lot of times, they have care
6 coordinators in their offices that might be doing
7 similar things, so, you don't want to duplicate those
8 services.

9 DR. FRANCIS: Well, and that's
10 what I'm saying, too. I work in the ambulatory
11 setting in the provider's office and so does Chris.
12 And, so, when they can establish a method for how to
13 outreach members, but, then, not fragment care.

14 And, also, I know Paula and I
15 have been working on bi-directional communication and
16 could you utilize labs to drive home----

17 MS. MILLER: And the platforms
18 that are all part of this network are being built to
19 communicate with the electronic health records. So,
20 they're using HL-7. I've got the ability right now
21 to send it out electronic but I've got to get the
22 other side. So, it is all part of it.

23 DR. FRANCIS: Yes, how it
24 coordinates into Epic or whatever is being used. So,
25 to me, it's definitely the future as we push to

1 value-based care.

2 DR. COX: So, other than that,
3 that's all I have.

4 DR. FRANCIS: All right. Thank
5 you for that. Sorry to spend so much time on it but
6 I think it's important. Thea, WellCare.

7 MS. ROGERS: So, not a lot
8 really to update on, just also working to support the
9 efforts with SB 5 and ensuring compliance and
10 transparency there.

11 I know there was a directive to
12 remove the prior auth of Vivitrol. So, we're working
13 to get that implemented and there will be some
14 communications to pharmacies advising you on how to
15 submit ICD-10's for the diagnoses to bypass the
16 authorization. So, hopefully that will help the
17 opioid issue.

18 That's really the highlights.
19 We're continuing to explore ways to partner with our
20 pharmacies as well on definitely around Medicare.
21 And, so, there will be some things that we will be
22 rolling out and exploring in the near future, so, I
23 will keep you abreast of those.

24 DR. FRANCIS: Anthem. Andrew.

25 MR. RUDD: Kind of the same.

1 Not a whole lot to report. We are also working on
2 the Vivitrol, the ICD-10 code to allow that claim to
3 pay. That lets us know that it's opioid addiction
4 treatment other than alcohol addiction. So, that's
5 kind of the biggest cog in that wheel that we're
6 trying to make sure that it works appropriately and
7 doesn't create more problems than it causes.

8 We are working internally
9 looking at diabetic polypharmacy. We're seeing
10 patients that are on three or more anti-diabetic
11 medications and kind of looking at the
12 appropriateness of that, along with the other non-
13 anti-diabetic medications that they're taking as
14 well, trying to make sure that those are all
15 synergistic and appropriate care moving forward.

16 The opioid addiction crisis
17 that we have, we are continuing to see an increase in
18 SUD claims with Suboxone, Buprenorphine/Naloxone
19 products. So, I think removing the PA on our
20 preferreds is allowing more patients access to that
21 drug. So, we are continuing to monitor that.

22 DR. FRANCIS: Has there been
23 any work with - I know this is really outside the
24 realm of pharmacy - but other means to expand
25 coverage for total care for substance use disorder

1 like behavioral?

2 MR. RUDD: So, I don't know if
3 the Commissioner maybe wants to talk about the SUD
4 waiver, the 1115 SUD Waiver, but, yes, there is a
5 more full health approach being implemented with that
6 waiver.

7 And while pharmacy may not be
8 as directly related with the Methadone component and
9 the counseling component, we are involved in those
10 conversations to make sure that we are looking at it
11 from a holistic standpoint.

12 COMMISSIONER STECKEL: And
13 thank you for raising that, and I should have at
14 least touched on it. June 1st is the implementation
15 date. In the Kentucky HEALTH waiver, there was an
16 SUD 1115 Demonstration Waiver.

17 The courts held back everything
18 except for that SUD waiver. So, that is moving
19 forward for a June 1st implementation. And exactly
20 as you said, it's more of a whole person, how do we
21 create a system around a person view.

22 MR. RUDD: It's a
23 multidisciplinary approach when you look at addiction
24 treatment. And, so, the SUD waiver definitely takes
25 that into consideration looking at that total scheme

1 of treatment, more than just SUD MAT component. It's
2 everything.

3 DR. FRANCIS: Thank you.
4 Passport.

5 MS. ARMSTRONG: So, we are also
6 on track to have the Vivitrol PA in the system by
7 7/1. We will also be requiring the ICD-10 to be
8 submitted with the claim as well. So, we'll have
9 more guidance coming out as we get closer to that
10 date.

11 We also have a lot of very
12 focused work being done right now around our outreach
13 pharmacists team. More recently, they have been very
14 heavily focused on a lot of the providers in the
15 community and we're trying to connect them more with
16 the community pharmacies in the plan to try to
17 connect all three, more focused on different quality
18 measures.

19 So, right now, we're just
20 looking at our data to try to figure out what we need
21 to narrow in on, which providers we need to talk with
22 and which pharmacies and try to work something out to
23 where we're all kind of in the loop and working
24 together on that.

25 DR. FRANCIS: Great. Thank you

1 for the updates.

2 PTAC members, any items that
3 you have? I think maybe we should just go ahead and
4 do you want to talk about your--it's under the New
5 Business section?

6 MS. MILLER: Yes. Do you want
7 me to do that now?

8 DR. FRANCIS: Yes, sure.

9 MS. MILLER: I had a pharmacist
10 in a rural area of Kentucky reach out to me on this
11 issue of a 90-day supply and also medsync. She was
12 noticing, I guess, there are some plans that are not
13 allowing a 90-day supply.

14 And in talking to Matt, I think
15 most pharmacists would agree, 90-day isn't
16 appropriate for every patient. For some patients,
17 they may lose it and then you're really stuck for
18 ninety days. This pharmacist had lots of rural
19 patients who she felt if they had a 90-day supply, it
20 would help improve compliance but she wasn't able to.
21 So, I don't know where the plans are as far as
22 allowing a 90-day supply.

23 Her other issue was medsync and
24 you need to do partial-month bills where their meds
25 are due on the same day. So, it's a process that's

1 in the pharmacy world. We're all really working
2 towards this to help improve compliance and patient
3 care, but she was concerned that their copays weren't
4 being prorated when she was doing a partial fill.

5 DR. FRANCIS: Which Medicare
6 does that, but in the Medicaid world, that would be
7 helpful.

8 MS. MILLER: It would be
9 helpful. She was doing some work trying to improve
10 compliance on her patients and med utilization and
11 she felt like these were some barriers.

12 So, if anybody has any input on
13 that or whether your plans allow for either of those
14 things, that would be helpful.

15 MS. ROGERS: I know we allow
16 medsync. The pharmacist just enters in some
17 authorization codes; but as far as the copay
18 prorating, I will have to look into that.

19 MS. MILLER: Because if you're
20 the patient and I'm trying to tell you, I'm going to
21 give you ten days so I can give them all to you
22 together, they don't want to pay \$1 now and \$1 later.

23 MS. ROGERS: Right, because I
24 think when the medsync requirements first went in, we
25 didn't have the copays.

1 MS. MILLER: So, if you could
2 let us know on that.

3 DR. FRANCIS: And that's
4 helpful work because that's been proven that they're
5 getting ninety days and pickup can be prevent
6 adherence. So, I appreciate that that pharmacist is
7 trying to help with that.

8 MS. ROGERS: This may be a
9 policy question to DMS. Are we permitted to prorate
10 the copays in those circumstances? I know we were
11 kind of told what to put on the copays.

12 DR. OYLER: I think that would
13 be reasonable. And this is just my ignorance. You
14 said ten days to get it all on the same thing. Would
15 it be possible to do, given exceptions for controlled
16 substances and so on and so forth, but I'm assuming
17 most of these have refills and so you could possibly
18 do forty days to get it altogether at the next time?
19 Is that feasible? I don't know.

20 MS. MILLER: Well, and it would
21 depend on whether the plan allows it. There's a lot
22 of ifs, then's and whatnot and you can speak to some
23 of this, too, because you and I were talking about
24 it.

25 Number one, I wouldn't want to

1 see a forced 90-day. I don't know that that is a
2 good answer, but if you're not going to allow a 60-
3 day or a 90-day fill, you're not going to allow a 40-
4 day fill.

5 DR. OYLER: Yes. That makes
6 sense.

7 COMMISSIONER STECKEL: Let us
8 look into the copay issue. It sounds reasonable, but
9 sometimes federal law is not reasonable.

10 DR. FRANCIS: I had something
11 unless Matt or Chris.

12 DR. BETZ: I had one thing. I
13 didn't send it to you because, of course, it came
14 through like yesterday, but a colleague of mine
15 contacted me who works at Family Health Center in
16 Louisville and they're running some test claims on -
17 and I apologize because I have a minimal amount of
18 information here - but they were running some test
19 claims on vaccines in kids nine to eighteen and
20 they're finding that the Quadrivalent flu vaccine
21 wasn't being covered by Passport and CareSource when
22 they tried to run it through, and they're trying to
23 figure out--and, again, I wasn't there when the
24 claims were adjudicated.

25 So, they just kind of brought

1 this up to me to see if anyone else was having any
2 trouble because I know, according to our vaccine
3 listing and so forth----

4 DR. FRANCIS: There are certain
5 flu vaccines that I know that they cover and it's by
6 NDC and it may just be a different Quadrivalent.

7 MS. ARMSTRONG: I'll check for
8 Passport because I know we do have that on our
9 vaccine list.

10 DR. BETZ: And when she
11 contacted me, I said, well, it's on the list and I
12 also asked was it the flu mist because there was one
13 that wasn't--somebody wasn't covering it, and they
14 said, no, it was actually the injection, but they
15 just wanted me to ask about it to see if there was
16 something that was missing.

17 MR. VENNARI: This is Joe. If
18 you could get me that claim specifically, I'll
19 definitely take a look into that.

20 DR. BETZ: That's Joe. I will
21 have my colleague forward that on to you. Thanks.
22 Great.

23 MR. VENNARI: That would be
24 great, and you're sure that they're part of the
25 network because I've run into that before where

1 there's been changes in like the pharmacy VIP and
2 they have to through the paperwork again.

3 DR. BETZ: I'll double check.
4 Actually, I asked them to make sure that they're
5 appropriately covered and everything else and they
6 said yes, but, again, it was a colleague of mine that
7 works at a clinic at the university and they were
8 trying to make sure they could start doing this for
9 their patients. So, I don't know all the details of
10 it but I'll find out.

11 MR. VENNARI: Okay. Well, as
12 much information you can send me, I will get on it.

13 DR. BETZ: Okay. Thank you.

14 DR. FRANCIS: And I guess that
15 leads to my issue. So, I just wanted to make a note
16 as we were talking about in real-world situations
17 that affect patient care and I think this is really
18 important to Medicaid members' health.

19 And I think Jessin so much
20 because since October, I've tried to get our personal
21 St. Elizabeth Outpatient Pharmacy to end the vaccine
22 network with CVS Caremark PBM for the MCOs.

23 We've been doing vaccines but
24 we can't vaccinate our Medicaid patients and we have
25 high-risk populations. We run a Hep C clinic, HIV

1 clinic, oncology, and all of our St. Elizabeth
2 physicians want to send all adult Medicaid patients
3 over to be vaccinated in our med management clinic.

4 The issue we're having is CVS
5 Caremark, we cannot contact a person. They keep
6 saying--we have a different pharmacy manager than
7 what they had on record, even though we've been in
8 network with CVS Caremark for a long time but there's
9 a different pharmacy manager.

10 And, so, we've tried to submit
11 that paperwork. It's an online form that takes a
12 long time to submit. They want Board of Directors,
13 Social Security numbers. We're owned by the Diocese
14 of Covington. There's no board.

15 We cannot talk to a person.
16 So, what I've had to do, the only thing I could--they
17 sent us an overnight letter saying that they're going
18 to terminate our CVS Caremark PBM contract. And that
19 obviously is very concerning.

20 We are actually up for an RFP
21 with our St. Elizabeth employee PBM also and CVS
22 Caremark is a contender. And, so, we've actually had
23 to take it to them is the only way we can get it
24 escalated through our legal team to look at it to
25 talk to a patient.

1 I have Kenton County Schools
2 that are waiting for 3,500 schoolchildren to be
3 vaccinated for me to get this so they can go back to
4 school next year. It's a huge issue. And Jessin and
5 all of the directors have been tried, but I just
6 happen to be the one working on this.

7 What is our pharmacy in Beaver
8 Dam doing? You know, that's ridiculous. And I think
9 as we consider the PBM issues, we have to consider
10 this type of thing. Why can I not call somebody and
11 work through this with them?

12 MS. STIGLITZ: By statute, they
13 are to have - and this might be by regulations within
14 DOI and I don't know if this will get you to a person
15 - but they are required by regulation within DOI to
16 have a contact person for issues.

17 So, it may be that you can try
18 and most immediately to go through DOI, but this
19 credentialing issue is becoming a national problem
20 and a big problem for pharmacies. Credentialing fees
21 are going up - CVS Caremark's fees, I think like
22 maybe four times what they were in the past.

23 MS. MILLER: Well, it's \$1,200.

24 DR. FRANCIS: I've submitted
25 all of our credentials.

1 MS. STIGLITZ: And, by the way,
2 if you mess up or if they have to call and ask you a
3 question, they charge you like, what, two hundred and
4 fifty bucks, seven hundred and fifty bucks or
5 something like that.

6 COMMISSIONER STECKEL:
7 Seriously?

8 MS. MILLER: And we have the
9 exact same experience. You cannot speak to a person.
10 I mean, it has taken us, we're on like month nine of
11 trying to achieve just like electronic fund transfer.
12 It just can't be done.

13 DR. FRANCIS: And they just say
14 you need to submit the 455. Okay. So, I can't talk
15 to them. I just get a random email back. And, so, I
16 go on to the 455, Change of Ownership. We don't
17 have a change of ownership Bishop but it's really
18 just a different pharmacy manager.

19 I hate to say that every time
20 Kroger or somebody has a different pharmacy manager,
21 they make them do this, but, yes, it's very
22 frustrating and it's delaying patient care. And I
23 think as we look at the PBM issue, we need to know
24 that.

25 MS. STIGLITZ: Because they get

1 credentialed through Medicaid and, then, they have to
2 be credentialed through----

3 COMMISSIONER STECKEL: So, help
4 me understand that because this is important and we
5 are about to put out an RFP for our centralized
6 credentialing verification organization.

7 So, you become enrolled in
8 Medicaid. Currently, with each MCO, you choose to be
9 credentialed with whichever MCOs you want. And,
10 then, you also have to be credentialed with the PBM's
11 and they charge you \$1,200?

12 MS. STIGLITZ: Well, they will
13 charge out----

14 MS. MILLER: If you're a new
15 pharmacy----

16 MS. STIGLITZ: ----as of 7/1.

17 MS. MILLER: ----yes, you will
18 pay \$1,200 to become credentialed with them.

19 COMMISSIONER STECKEL: And,
20 then, \$250 to talk to them?

21 MS. MILLER: I haven't had that
22 happen.

23 MS. STIGLITZ: There's some
24 kind of fee. I've sent Jessin the paperwork on this
25 but I can resend it. There is some sort of--I just

1 brought that up because I thought that was
2 interesting. If they have to call you and ask a
3 question or one blank isn't filled out, yes, there
4 is a fee for them to ask you a question.

5 DR. FRANCIS: I can't tell you
6 how many hours I've spent on this and I'm not even
7 the pharmacy manager - I run the med management
8 clinic - but the pharmacy manager and I have just
9 spent--now we're using our legal resources and our
10 Assistant Director of Pharmacy, our Business Manager
11 just to find a contact person.

12 COMMISSIONER STECKEL: And
13 people still aren't getting vaccinated, kids.

14 DR. FRANCIS: I ran one this
15 morning just to see and it still says not in vaccine
16 provider network. And this is our patients with Hep
17 C that we're treating, trying to give A and B, Hep A
18 and B.

19 COMMISSIONER STECKEL: So, if
20 you don't mind, Madam Chair, can I get on my soapbox
21 for another second?

22 DR. FRANCIS: Yes, absolutely.

23 COMMISSIONER STECKEL: To the
24 managed care companies in this room, if you want
25 carved out of pharmacy, you continue to let the

1 PBM's do this. And I can guarantee you, you will not
2 have pharmacy in your networks after this legislative
3 session. This is reprehensible.

4 MR. GRAY: You sometimes wonder
5 who is in control frankly----

6 COMMISSIONER STECKEL: Exactly.

7 MR. GRAY: ----whether it's the
8 PBM or the MCO.

9 COMMISSIONER STECKEL: And I am
10 all for people making money. I am all for there
11 being systems, and I'm seeing less and less of it,
12 but I'm being told there is a benefit of PBM's, but
13 this is over-the-top ridiculous.

14 And I'm telling you all, as
15 sure I'm sitting here, we will have a carve-out bill
16 in the Legislature and I'm not going to fight it.
17 So, you've got to get control of your contractors.

18 MR. KAYE: Suzi is licensed
19 either as a hospital or a clinic and that is reported
20 on the NABP number and on the pharmacy filings.

21 There's absolutely no reason
22 why they cannot recognize a clinic pharmacy or a
23 hospital pharmacy as a duly-registered provider for
24 vaccines.

25 DR. FRANCIS: We have sent

1 multiples. We are a 501(c)3 organization by the
2 Diocese of Covington and they said you need a Board
3 of Directors----

4 MR. KAYE: That's a basic
5 premise of healthcare.

6 DR. FRANCIS: Well, we actually
7 didn't say that to them because we couldn't. I say
8 it to my peers, though. It just so happens I'm able
9 to contact you, but I can't imagine throughout our
10 state the pharmacies that aren't able to vaccinate
11 with those kinds of obstacles.

12 MR. KAYE: Because you're not
13 buying vaccine on a 340(b), not for your clinic.

14 DR. FRANCIS: No. It's run
15 through the pharmacy----

16 COMMISSIONER STECKEL: And
17 that's our number one issue in Public Health today -
18 vaccinations. And this is the kind of information we
19 need, but I'm telling you guys, this is getting
20 beyond ridiculous. Thank you.

21 DR. FRANCIS: I just
22 appreciated the awareness.

23 MR. KAYE: PBM's have been
24 pushing for a 90-day supply for years because
25 historically it sells more product, also, on our end,

1 the State's end, increases more utilization, more
2 wastage, more polypharmacy, returned goods, etcetera.
3 So, ninety days works for many cases - chronic
4 disease - but it certainly doesn't work for all
5 disease and we end up having unintended consequences
6 with a 90-day supply being open-ended, plus the
7 PBM's, if they go ninety days, then, they're going to
8 shove as much as they can through mail order which
9 they make more money from based on the rebates and
10 credits.

11 So, there's a tremendous amount
12 of cross-pollination in all health care. Pharmacy
13 touches everything and sometimes it turns out good
14 and sometimes it turns out not so good.

15 DR. FRANCIS: I just wonder if
16 we should make a recommendation to the MAC about
17 these issues or if this is something we should just
18 continue to work through, and I'm asking the
19 Pharmacy TAC that.

20 COMMISSIONER STECKEL: Can I
21 jump in?

22 DR. FRANCIS: Yes.

23 COMMISSIONER STECKEL: A
24 recommendation to the MAC that advised the Medicaid
25 agency, so, if the Medicaid agency has the power or

1 authority to do something, I would recommend yes; but
2 if we have no authority or power to do something,
3 what would be the recommendation?

4 DR. FRANCIS: Well, I guess it
5 was just an awareness that this is going on. If we
6 continue to have PBM working outside----

7 COMMISSIONER STECKEL: That's a
8 very, very good point.

9 DR. FRANCIS: ----what's
10 reasonable, then, Medicaid should be aware of that.
11 I don't know exactly how to formulate that, and it
12 may be something that we can talk about. I realize
13 the MAC is Thursday.

14 COMMISSIONER STECKEL : And it
15 could be that - and I'm sorry to jump in - but it
16 could be that you say something along the line of,
17 during the TAC meeting, Medicaid was made aware of
18 this practice.

19 And, then, that way, you're
20 informing the MAC because I thin it is important that
21 they know, but, then, they understand that we had
22 that communication and the action item is actually
23 being taken already. Does that make sense?

24 DR. FRANCIS: Yes. We can talk
25 through that.

1 DR. BETZ: We'll figure that
2 out.

3 DR. FRANCIS: Are there any
4 other recommendations from the TAC for the MAC?

5 Any other business we haven't
6 covered today? Very informative for us and I think
7 there's lots of good work going on, a lot of things
8 to communicate to our pharmacists across the state to
9 hopefully help minimize frustration back to you.

10 So, thank you for everyone
11 that's here today.

12 COMMISSIONER STECKEL: Thank
13 you all for your time.

14 DR. FRANCIS: So, I guess I
15 will adjourn. Chris will be there on Thursday. Our
16 next meeting is July 23rd and the MAC meeting will be
17 just two days later. So, as things come up, go ahead
18 and just send them to me and I will compile them for
19 our next meeting.

20 MEETING ADJOURNED
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